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CONSOLIDATED GOLD FIELDS  
LIMITED

77<sup>th</sup> Annual Report  
1964



CONSOLIDATED GOLD FIELDS  
LIMITED

(INCORPORATED IN THE UNITED KINGDOM)

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Report  
OF THE DIRECTORS  
AND STATEMENT OF ACCOUNTS  
*for the year ended 30th June, 1964*

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# **CONSOLIDATED GOLD FIELDS LIMITED**

## **HONORARY PRESIDENT**

ROBERT ANNAN

## **DIRECTORS**

SIR GEORGE HARVIE-WATT, BART., T.D., D.L., Q.C., *Chairman*

G. G. POTIER, D.F.C., *Deputy Chairman*

W. J. BUSSCHAU	F. R. COTTELL
H. C. DRAYTON	THE RT. HON. LORD GLENCONNER
E. S. HALLETT	M. MACLACHLAN
J. D. McCALL	J. B. MASSY-GREENE
G. J. MORTIMER, M.B.E.	M. E. RICH
W. MASON SMITH	SIR RICHARD SNEDDEN, C.B.E.
A. R. O. WILLIAMS, O.B.E.	

## **SECRETARY**

C. L. WATERHOUSE, F.C.A.

## **REGISTERED OFFICE**

49 MOORGATE, LONDON, E.C.2

## OVERSEAS OFFICES

### AUSTRALIA

Consolidated Gold Fields

A.M.P. Building, Circular Quay, Sydney

(Australia) Pty. Limited

*Managing Director J. B. Massy-Greene*

### CANADA

Newconex Holdings Limited

8 King Street East, Toronto 1, Ontario

*President B. I. F. Breakey*

### SOUTH AFRICA

Gold Fields of South Africa Limited

75 Fox Street, Johannesburg

*Chairman W. J. Busschau*

### UNITED STATES OF AMERICA

Gold Fields American Corporation

Bankers Trust Building,  
280 Park Avenue, New York 17

*President V. C. Allen*

# **CONSOLIDATED GOLD FIELDS LIMITED**

## **NOTICE OF MEETING**

NOTICE IS HEREBY GIVEN that the Annual General Meeting of the Company will be held at THE CHARTERED INSURANCE INSTITUTE, 20 ALDERMANBURY, LONDON, E.C.2, ON TUESDAY, THE 1ST DAY OF DECEMBER, 1964, AT 11.30 A.M., to transact the ordinary business of the Company, viz.,

to receive the report of the Directors and the Accounts for the year ended 30th June, 1964, and the report of the Auditors thereon

to declare a final dividend on the Ordinary Shares

to elect Directors

to determine the remuneration of the Auditors,

and as SPECIAL BUSINESS, to consider and, if thought fit, pass the following Resolution as an ORDINARY RESOLUTION, viz.,

That the share capital of the Company be increased from £17,000,000 to £20,000,000 by the creation of 3,000,000 new Ordinary Shares of £1 each.

By Order of the Board,

C. L. WATERHOUSE,

*Secretary.*

49 MOORGATE, LONDON, E.C.2

7th November, 1964.

### **NOTES**

Holders of Ordinary Shares, who alone are entitled to attend and vote at the Meeting, may appoint one or more proxies to attend and vote on their behalf. A proxy need not be a Member of the Company.

For the convenience of Ordinary Shareholders who may be unable to attend the Meeting, a form of proxy is enclosed which should be completed and returned so as to reach the Company not less than forty-eight hours before the time fixed for the Meeting. The fact that Ordinary Shareholders may have completed forms of proxy will not prevent them from attending and voting in person should they afterwards decide to do so.

Holders of Share Warrants to Bearer in respect of Ordinary Shares, who may be qualified in accordance with the Bearer Warrant Regulations to attend the Meeting or to appoint proxies to attend and vote for them and who wish to do so, must lodge with the Company a Certificate of an Authorised Depositary that such Share Warrants have been deposited in accordance with the Exchange Control Act, 1947, together with the appropriate Declaration of nationality, residence and ownership. The necessary Forms of Certificate and Declaration can be obtained from the Company and must be lodged at the Registered Office of the Company three clear days before the date of the Meeting.

# **CONSOLIDATED GOLD FIELDS LIMITED**

## **REPORT OF THE DIRECTORS**

The Directors present their Report, together with the audited accounts, for the year ended 30th June, 1964.

### **REVIEW OF ACCOUNTS**

The Group Profit and Loss Account, the Group Balance Sheet and the parent company's Balance Sheet are shown on pages 10 to 15, salient items from the accounts are set out on page 9 and a summary of the Group's financial results for the past ten years is on pages 38 and 39.

#### **Profit and Loss Account**

Group revenue for the year rose by £2.7 million or 27 per cent. to a total of approximately £13 million. All sources of the Group's revenue contributed to this increase.

The profit of the Group after deducting expenses and interest on debentures and loans amounted to £9,589,422, compared with the previous year's figure of £7,299,007.

After deducting taxation and the interest of outside shareholders, the net profit attributable to the shareholders of the Company was £5,105,497, an increase of £884,000 or 20 per cent. over the previous year.

Out of the net profit, £2.7 million has been transferred to revenue reserves, £2.3 million is required to meet the cost of dividends to shareholders and the balance has been added to unappropriated profits carried forward.

#### **Capital**

During the year the issued capital of the Company was increased to £15 million by the issue of 472,447 Ordinary Shares as part consideration for the acquisition of C. Tennant, Sons and Company, Limited.

#### **Revenue Reserves**

Group General Reserve has been increased from £5,500,000 to £7,000,000 by the appropriation of £1,500,000 out of the profits for the year.

Investment and Exploration Reserve has been increased by £206,000 to £2,048,267. This increase represents the excess of the appropriation made to the reserve of £1,205,000 over the amount of £999,000 charged against it in respect of exploration and the writing down of investments. At 30th June, 1964, total Group Revenue Reserves stood at £10,614,780.

## **Current Liabilities**

The increase of over £8 million in Bank Overdrafts under Current Liabilities is directly attributable to the provision by the Tennant group of companies of export finance facilities for United Kingdom industry. The business is highly specialised and involves substantial bank borrowings. To the extent that such borrowings are secured by a British Government Department they are not required to be taken into account when determining the limitation placed by the Company's Articles of Association upon the borrowing powers of the Group. At 30th June, 1964, the total amount thus excluded was £7.3 million.

### **Investments**

Investments in the Group Balance Sheet, which are included at or under cost but in no case above Stock Exchange value, amounted to £29,290,900. At 30th June, 1964, the Stock Exchange value of the quoted portfolio exceeded the book value by approximately £34 million compared with £23 million the previous year. A large part of the increase was attributable to the Group's substantial investments in mining finance, platinum and base metal companies.

### **Current Assets**

Of the increase of £14 million in Debtors and Dividends Declared, approximately £10 million represents export finance debtors of the Tennant group of companies. The balance reflects the general increase in the activities of the Group and was spread over a large number of companies.

### Dividend

The Directors recommend a final dividend on the Ordinary Shares of 4s. 0d. per share, which, with the interim dividend of 2s. 0d. paid on 20th June, 1964, makes a total of 6s. 0d. for the year, which compares with 5s. 6d. paid for the previous year. The shares issued in July, 1964, under the terms of the Rights Issue to shareholders will not rank for this final dividend but will rank for all subsequent distributions. If the dividend is approved at the Annual General Meeting it will be paid on 10th December, 1964, to holders of Ordinary Shares registered in the books of the Company on 7th November, 1964, and to holders of Coupon No. 91 detached from Share Warrants to Bearer for Ordinary Shares of £1 each.

CAPITAL

Since the end of the Company's financial year a further 1,500,000 Ordinary Shares have been issued as a result of a Rights Issue made in July to the holders of Ordinary Shares. At the present date the capital of the Company is as follows:—

<i>Authorised</i>		<i>Issued</i>
£		£
1,750,000	7 per cent. First Cumulative Preference Shares of £1 each . . .	1,750,000
1,250,000	7 per cent. Second Cumulative Preference Shares of £1 each . . .	1,250,000
14,000,000	Ordinary Shares of £1 each . . . . . . . . . . . . . . . . .	13,500,000
<hr/>		<hr/>
£17,000,000		£16,500,000

Your Directors consider that an adequate number of shares should be held in reserve for the future needs of the Company, and a Resolution will be submitted at the Annual General Meeting to increase the Authorised Capital to £20,000,000 by the creation of 3,000,000 Ordinary Shares of £1 each. If the Resolution is approved, the new shares so created will be issued only for such purposes as will neither substantially affect the control of the Company nor bring about any radical change in the nature of its business.

### **INTERESTS**

A list of the principal subsidiary companies is on page 36 and details of other main interests of the Group on page 37.

### **DIRECTORS**

Mr. W. Mason Smith and Mr. G. J. Mortimer were appointed Directors on 12th December, 1963. Under the Articles of Association they retire and offer themselves for re-election. Mr. Mason Smith is chairman of Gold Fields American Corporation. Mr. Mortimer, who is a mining engineer, has been a member of the London management staff since 1955.

Sir Richard Snedden, Mr. F. R. Cottell and Mr. M. E. Rich retire by rotation and offer themselves for re-election.

### **STAFF**

The Directors would like to express their appreciation of the services rendered by all officers and employees of the Group both at home and overseas.

They also welcome to the Group the staffs of Zip Holdings Limited, of The Bellambi Coal Company Limited and of other newly acquired subsidiary companies.

### **AUDITORS**

Messrs. Turquand, Youngs & Co., Chartered Accountants, have signified their willingness to continue in office as Auditors.

By Order of the Board,  
C. L. WATERHOUSE,  
*Secretary.*

49 MOORGATE,  
LONDON, E.C.2

7th November, 1964.

## SALIENT ITEMS FROM THE ACCOUNTS OF THE GROUP

	1962	1963	1964
	£	£	£
Issued Capital . . . . .	14,527,553	14,527,553	15,000,000
Capital and Revenue Reserves . . . . .	14,626,669	15,393,184	16,905,220
Debentures and Loans . . . . .	5,525,004	11,944,167	12,219,221
Fixed Assets . . . . .	5,007,472	12,135,063	14,043,829
Investments (including quoted at Stock Exchange value) . . .	47,334,162	49,575,082	63,347,947
Current Assets less Current Liabilities . . . . .	8,579,260	11,694,565	10,446,897
Profit before taxation . . . . .	7,029,829	7,299,007	9,589,422
Profit after taxation and minority interests . . . . .	3,832,868	4,221,143	5,105,497
Ordinary Dividends (net) . . . . .	1,765,157	1,992,313	2,205,000
" " per share . . . . .	5s. 0d.	5s. 6d.	6s. 0d.

# CONSOLIDATED GOLD FIELDS LIMITED AND SUBSIDIARY COMPANIES

1963

	£	£	£	£
5,496,069		Dividends and Interest on Investments . . . . .		5,920,292
1,479,939		Profit on Realisation of Investments . . . . .		1,779,115
		Net Revenue of :		
403,221		Industrial and Commercial Companies . . . . .		1,114,393
751,742		Mining Companies . . . . .		1,950,689
1,154,963	<hr/>			<hr/>
		Administration and Technical Fees received, Commission and		
2,087,787		Sundry Revenue . . . . .		2,222,752
10,218,758				12,987,241
2,502,560		<i>Less:</i> Administration, Technical and General Office Expenses .		2,653,386
417,191		Interest payable on Debentures and Loans . . . . .		744,433
2,919,751	<hr/>			<hr/>
7,299,007		<b>Profit before Taxation</b> (Note 8) . . . . .		9,589,422
2,618,487		Taxation (Note 11) . . . . .		3,666,566
4,680,520		<b>Net Profit for the Year</b> . . . . .		5,922,856
459,377		Proportion attributable to Outside Shareholders . . . . .		817,359
4,221,143		<b>Net Profit for the Year available to the Shareholders of</b> <b>Consolidated Gold Fields Limited, carried forward</b> . . . . .		5,105,497

These Accounts should be read in

**Group Profit and Loss Account**  
for the year ended 30th JUNE, 1964

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1963

	£	£		£	£
			<b>Net Profit for the Year available to the Shareholders of Consolidated Gold Fields Limited, brought forward . . . . .</b>	5,105,497	
4,221,143					
1,577,850			Unappropriated Profits brought forward (Note 13) . . . . .	1,499,643	
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5,798,993			<b>Total available for Appropriation . . . . .</b>	6,605,140	
			<b>Appropriations:</b>		
1,225,000			General Reserve . . . . .	1,500,000	
956,631			Investment and Exploration Reserve . . . . .	1,205,002	
<hr/>					
2,181,631					
<hr/>					
3,617,362					
			<b>Dividends (Net) paid and recommended by Consolidated Gold Fields Limited:</b>		
128,625			Preference—7% per annum . . . . .	128,625	
			Ordinary—interim dividend of 2s. 0d. per share (paid 20th		
706,063			June, 1964) . . . . .	735,000	
1,286,250			final dividend of 4s. 0d. per share now recommended	1,470,000	
<hr/>					
2,120,938					
<hr/>					
1,496,424			<b>Unappropriated Profits carried forward . . . . .</b>	<b>£1,566,513</b>	
<hr/>					

in conjunction with the notes on pages 16 to 18.

# CONSOLIDATED GOLD FIELDS LIMITED AND SUBSIDIARY COMPANIES

	1963			
	£	£		£
<b>Capital:</b>				
Issued and Fully Paid—				
11,527,553	12,000,000			
1,750,000	1,750,000			
1,250,000	1,250,000			
14,527,553				15,000,000
<b>Capital Reserves:(Note 1)</b>				6,290,440
<b>Revenue Reserves:(Note 2)</b>				
General Reserve				7,000,000
Investment and Exploration Reserve				2,048,267
Unappropriated Profits				1,566,513
8,838,411				10,614,780
29,920,737				31,905,220
<b>Debentures and Loans:</b>				
5,000,000	7 % Guaranteed Debenture Stock 1980/85			4,925,000
6,428,571	Unsecured Notes (Note 3)			6,428,571
515,596	Other Debentures and Loans			865,650
11,944,167				12,219,221
<b>Outside Shareholders' Interest</b> in Capital and Reserves of Subsidiary Companies				7,555,081
7,008,626				
<b>Deferred Liabilities and Provisions:</b>				
616,055	Future Taxation (Note 11)			1,291,767
358,071	Pensions			356,717
416,914	Purchase of mining properties			453,620
1,391,040				2,102,104
<b>Current Liabilities:</b>				
4,993,594	Creditors			9,889,572
924,500	Taxation			1,250,889
746,201	Bank Overdrafts			8,937,568
1,286,250	Proposed final Ordinary Dividend			1,470,000
7,950,545				21,548,029
£58,215,115				£75,329,655

These Accounts should be read in

# Group Balance Sheet 30th June, 1964

1963			
£	£		£
12,103,158		<b>Fixed Assets:</b> (Note 5) . . . . .	14,043,829
		<b>Investments:</b> (Note 6)	
23,804,626	Quoted . . . . .	26,237,391	
	Stock Exchange value: £60,294,438 (£46,944,766)		
1,652,543	Unquoted . . . . .	1,750,676	
1,009,678	Properties and Ventures . . . . .	1,302,833	29,290,900
<u>26,466,847</u>			
	<b>Current Assets:</b>		
5,390,094	Work in Progress and Sundry Stocks . . . . .	6,445,431	
5,867,225	Debtors and Dividends Declared . . . . .	19,564,022	
8,387,791	Cash at Bankers, Deposits, Short Term Loans and Treasury Bills . . . . .	5,985,473	31,994,926
<u>19,645,110</u>			
<u>£58,215,115</u>			<u>£75,329,655</u>

conjunction with the notes on pages 16 to 18.

# CONSOLIDATED GOLD FIELDS LIMITED

	1963		
	£	£	£
<b>Capital:</b>			
<b>Authorised—</b>			
12,000,000	14,000,000		
1,750,000	1,750,000		
1,250,000	1,250,000		
<u>£15,000,000</u>	<u>£17,000,000</u>		
<b>Issued and Fully Paid—</b>			
11,527,553	12,000,000		
1,750,000	1,750,000		
1,250,000	1,250,000		
<u>14,527,553</u>	<u>15,000,000</u>		
<b>Capital Reserve:</b> (Note 1)			
11,894,166	Share Premium . . . . .		13,071,920
<b>Revenue Reserves:</b> (Note 2)			
2,150,000	General Reserve . . . . .		2,500,000
1,263,495	Investment and Exploration Reserve . . . . .		1,278,787
347,427	Unappropriated Profits . . . . .		330,739
<u>3,760,922</u>	<u>4,109,526</u>		
<u>30,182,641</u>	<u>32,181,446</u>		
<u>6,428,571</u>	<u>6,428,571</u>		
<b>Unsecured Notes:</b> (Note 3) . . . . .			
<b>Provisions:</b>			
65,000	Income Tax 1964/65 . . . . .		
99,047	Pensions . . . . .		94,151
<u>164,047</u>	<u>94,151</u>		
<b>Current Liabilities:</b>			
1,518,750	Creditors . . . . .		1,408,527
326,953	Taxation . . . . .		202,052
1,286,250	Proposed final Ordinary Dividend . . . . .		1,470,000
<u>3,131,953</u>	<u>3,080,579</u>		
<u>£39,907,212</u>	<u>£41,784,747</u>		

These Accounts should be read in

## Balance Sheet 30th June, 1964

1963			1963
£	£		£
258,081		<b>Fixed Assets:</b> (Note 5) . . . . .	262,066
		<b>Investments:</b> (Note 6)	
12,425,994		Quoted . . . . .	11,340,752
		Stock Exchange value: £35,733,596 (£28,717,358)	
718,623		Unquoted . . . . .	708,431
111,428		Properties and Ventures . . . . .	114,293
<u>13,256,045</u>			<u>12,163,476</u>
		<b>Subsidiary Companies:</b>	
22,415,663		Shares at Cost less Amounts written off . . . . .	25,803,799
388,566		Advances less Provisions . . . . .	1,172,167
<u>22,804,229</u>			<u>26,975,966</u>
<u>698,233</u>		<i>Less:</i> Amounts Due . . . . .	<u>105,581</u>
<u>22,105,996</u>			<u>26,870,385</u>
		<b>Current Assets:</b>	
963,850		Debtors and Dividends Declared . . . . .	907,979
<u>3,323,240</u>		Cash at Bankers, Deposits and Short Term Loans . . . . .	<u>1,580,841</u>
<u>4,287,090</u>			<u>2,488,820</u>

G. S. HARVIE-WATT,  
G. G. POTIER, } Directors.

conjunction with the notes on pages 16 to 18.

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# NOTES TO THE ACCOUNTS

## 1. CAPITAL RESERVES:

	Share Premium of Parent Company	Goodwill, less other Group Reserves	Net Group Balance
	£	£	£
Balance at 1st July, 1963 . . . . .	11,894,166	5,339,393	6,554,773
<i>Add:</i> Premium on shares issued during year, less expenses including capital duty . . . . .	1,177,754		
Excess of cost of shares in subsidiary companies acquired during the year over the book value of their net assets at the dates of acquisition . . . . .		1,459,298	
<i>Less:</i> Adjustments by subsidiary companies . . . . .		17,211	
Balance at 30th June, 1964	<u>£13,071,920</u>	<u>£6,781,480</u>	<u>£6,290,440</u>

## 2. REVENUE RESERVES:

The loan agreement between the Company and the consortium of American banks (see Note 3) provides that, pending repayment of the Notes, the aggregate amount of dividends payable by the Company in respect of any one financial period is limited to the net group profit available to the Shareholders for that period.

### Investment and Exploration Reserve:

	Parent	Group
	£	£
Balance at 1st July, 1963 . . . . .	1,263,495	1,841,987
<i>Add:</i> Transfer from Profit and Loss Account . . . . .	700,000	1,205,002
	<u>1,963,495</u>	<u>3,046,989</u>
<i>Less:</i> Adjustment in values of certain investments, including exploration investments and subsidiary companies . . . . .	684,708	998,722
Balance at 30th June, 1964 . . . . .	<u>£1,278,787</u>	<u>£2,048,267</u>

## 3. UNSECURED NOTES:

These Notes represent loans from a consortium of American banks totalling U.S. \$18,000,000, repayable in May, 1971. Interest at the rate of 5½% p.a. is payable up to May, 1967 and, thereafter, at 5¾% p.a. until maturity.

## 4. LIABILITIES SECURED:

The liabilities of the Group are secured to the following extent:

	1964	1963
	£	£
7% Guaranteed Debenture Stock 1980/85 . . . . .	4,925,000	5,000,000
Other Debentures and Loans . . . . .	729,564	489,800
Purchase of mining properties . . . . .	453,620	416,914
Creditors . . . . .	1,496,423	78,285
Bank Overdrafts . . . . .	8,401,854	205,770
	<u>£16,006,461</u>	<u>£6,190,769</u>

## 5. FIXED ASSETS:

		1964		1963
	Cost	Accumulated Depreciation	Net	Net
	£	£	£	£
<b>Group:</b>				
Freehold and Leasehold Property . . . . .	5,316,457	1,317,399	3,999,058	3,508,021
Mining Leases and Development . . . . .	3,269,651	1,246,939	2,022,712	1,895,194
Plant and Machinery . . . . .	16,586,385	8,975,905	7,610,480	6,366,579
Furniture, Fixtures, Tools and Equipment	935,172	523,593	411,579	333,364
	<u>£26,107,665</u>	<u>£12,063,836</u>	<u>£14,043,829</u>	<u>£12,103,158</u>
	<u>1963 . . . . .</u>	<u>£23,675,779</u>	<u>£11,572,621</u>	
<b>Parent:</b>	1964 . . . . .	£393,646	£131,580	£262,066
	1963 . . . . .	£377,528	£119,447	£258,081

## 6. INVESTMENTS:

Quoted investments are included at or under cost but in no case above the Stock Exchange value at 30th June, 1964. The Directors have considered it desirable to retain the book cost of certain holdings below both cost and Stock Exchange values. Unquoted investments and Properties and Ventures are included at cost less amounts written off.

The book cost of investments quoted outside the United Kingdom was:

Parent £143,063 (£133,695).

Group £5,881,833 (£3,526,300).

Of the surplus of the Stock Exchange value of the quoted investments over their book value as shown in the Group Balance Sheet, £829,355 (£447,185) is attributable to the outside shareholders of subsidiary companies.

Amounts written off investments by the Parent Company have been charged to Investment and Exploration Reserve. In the case of the Group investments, in addition to the amount charged to Group Investment and Exploration Reserve (see Note 2), £51,620 (£12,082) has been charged to Outside Shareholders' Interest.

## 7. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS:

	Parent		Group	
	1964	1963	1964	1963
	£	£	£	£
<b>Guarantees:</b>				
in respect of subsidiary companies . . . . .	4,925,000	5,000,000	—	—
other . . . . .	1,000,000	1,000,000	1,012,541	1,056,693
Loan facilities, share purchases under offer, uncalled capital on investments and participations in ventures and in exploration programmes of associated companies	1,059,838	1,010,634	1,856,365	1,638,329
Contracts for capital expenditure . . . . .	8,054	11,258	457,492	209,894
	<u>£6,992,892</u>	<u>£7,021,892</u>	<u>£3,326,398</u>	<u>£2,904,916</u>

## 8. GROUP PROFIT:

Group profit for the year before taxation includes £296,835 (£276,534) recovered in respect of amounts previously written off which, under the provisions of the Companies Act, 1948, is regarded as drawn from Reserves.

**9. DIRECTORS' EMOLUMENTS:**

	1964	1963
	£	£
Fees, including £24,188 (£18,250) paid by subsidiary companies to Directors of the Company . . . . .	40,020	32,201
Executive remuneration, including £19,519 (£5,240) paid by subsidiary companies to Directors of the Company . . . . .	180,378	132,702
	<hr/>	<hr/>
Pensions for past executive services £9,483 (£7,625).	£220,398	£164,903

**10. DEPRECIATION OF FIXED ASSETS:**

The Group charge for the year amounts to £1,126,758 (£525,598).

**11. TAXATION:**

The Group charge comprises:

	1964	1963
	£	£
Overseas Taxation . . . . .	2,957,160	2,274,040
United Kingdom:		
Profits Tax . . . . .	708,478	646,865
Income Tax . . . . .	2,312,271	1,931,076
	<hr/>	<hr/>
3,020,749	2,577,941	
<i>Less: Relief in respect of Overseas Taxation</i>	2,300,068	2,106,671
	<hr/>	<hr/>
	720,681	471,270
	<hr/>	<hr/>
	3,677,841	2,745,310
<i>Less: Provisions no longer required</i>	11,275	126,823
	<hr/>	<hr/>
	£3,666,566	£2,618,487
	<hr/>	<hr/>

Additional United Kingdom taxation would arise in the event of the distribution of profits from certain subsidiary companies abroad.

The provision for future taxation in the Group Balance Sheet includes United Kingdom Income Tax 1965/66.

**12. PARENT COMPANY'S PROFIT:**

Of the profit of £5,105,497 (£4,221,143) available to the Shareholders of Consolidated Gold Fields Limited £3,366,937 (£3,035,041) has been dealt with in the accounts of that Company.

**13. GROUP UNAPPROPRIATED PROFITS BROUGHT FORWARD:**

This item has been adjusted by £3,219 resulting from variation in the interests in subsidiary companies during the year.

**14. CURRENCIES:**

- (a) United States and Canadian currencies have been converted into Sterling at \$2.80 and \$3.03 to the £ respectively, with the exception of Investment dollars, which have been converted at the premium rate ruling at the 30th June, 1964.
- (b) All other currencies have been converted at the rates ruling at the 30th June, 1964.

Where applicable, the Stock Exchange value of the quoted investments takes into account the investment dollar premium.

## **REPORT OF THE AUDITORS**

**TO THE MEMBERS OF**

### **CONSOLIDATED GOLD FIELDS LIMITED**

We have examined the annexed Balance Sheet which is in agreement with the books of account and returns and have obtained all the information and explanations which we considered necessary for our audit. Proper books of account have been kept and proper returns and audited accounts have been received from Overseas Offices not visited by us.

We have also examined the annexed Group Balance Sheet and Group Profit and Loss Account. The accounts of certain Subsidiaries have been audited by other auditors.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read in conjunction with the notes, comply with the requirements of the Companies Act, 1948, and give a true and fair view of the state of the Company's affairs at 30th June, 1964, and, so far as concerns members of the Company, a true and fair view of the state of affairs and of the profit of the Group.

TURQUAND, YOUNGS & CO.,

*Chartered Accountants, Auditors.*

19 COLEMAN STREET,  
LONDON, E.C.2.

*20th October, 1964*

## GROUP OPERATIONS

### FEATURES OF THE YEAR

The increases which took place during the year of 27 per cent. in total revenue and of 31 per cent. in profits before tax reflect the increasing level of activity by the Group and the continued expansion of almost all sectors of its business.

Rising industrial production in the countries in which the Group operates combined with high base metal prices was an important factor in the achievement of a new record for total Group revenue of £13 million. Dividends and interest on investments continued their upward trend and rose by £424,000 to a figure of £5.9 million, representing 45 per cent. of the Group's revenue. Profit on realisation of investments increased to £1.7 million partly as a result of favourable market conditions and partly because of certain special situations which arose during the year.

The main feature of the year was the substantial increase in net revenue of the industrial, commercial and mining subsidiary companies which rose to £3 million compared with £1.1 million in the previous year. Contributing to this substantial increase were the inclusion of a full year's profits of American Zinc, the continued upward trend in profits of the Australian beach sand companies, the higher profits from the Alumasc group of companies and the inclusion for the first time of the profits of the Tennant group.

The expansion of the Group both through the development of existing interests and by the acquisition of other companies continued during the year.

#### **South Africa**

Two events took place which were of major significance to the Group. The first was the completion of West Driefontein's reconstruction programme following the accident which took place in 1962, and the second was the formation in June, 1964, of the new Kloof Gold Mining Company Limited.

There was a notable expansion in the industrial field. The Group purchased a majority interest in Eimco (South Africa) (Proprietary) Limited and increased its interest in Hunslet Taylor Consolidated (Proprietary) Limited, a company that sells mining locomotives and other mining equipment, and which, during the year, acquired control of A. Chalmers and Company (Proprietary) Limited. The Eimco Company acts as agents in South Africa for the Eimco range of mining and earth-moving equipment, whilst the Chalmers Company is a general engineering company manufacturing machinery and equipment for the Natal sugar industry and truck bodies.

### **United States of America**

The American Zinc Company has commenced the development of a new zinc mine. The company is also expanding the present capacity of its electrolytic zinc refinery.

The Buell Engineering Company extended the range of its activities by the purchase of the fluid transport division of ASH Industries.

The Tri-State Zinc Company brought its New Market zinc mine in Tennessee into production.

### **Australasia**

The Group extended its operations to New Zealand by the acquisition, in April, 1964, of a 51 per cent. interest in Zip Holdings Limited, which is one of New Zealand's largest manufacturers and distributors of electric domestic appliances, water heaters and components.

After the end of the financial year the Group increased to 65 per cent. its holding in The Bellambi Coal Company Limited, which produces high quality coking coal in New South Wales.

### **United Kingdom**

As reported last year, a 90 per cent. interest in C. Tennant, Sons and Company, Limited was acquired in August, 1963, for a total consideration in cash and shares of £1.9 million.

Metalion extended its business by acquiring Johnsteads Limited, a company engaged in light engineering and the manufacture of chemical products.

The pages of the Report which follow contain details of the activities of the Group in each of the main countries in which it operates.

## SOUTH AFRICA

### **Gold Fields of South Africa Limited**

Profits before tax of this wholly-owned mining finance and management company and its subsidiaries amounted to £1,150,000, an increase of £400,000, compared with the previous year. This increase resulted principally from additional technical fees received and higher income from its portfolio of investments. At the 30th June total assets amounted to £9.5 million, of which £6 million represented the Stock Exchange value of the investment portfolio.

The principal activity of the company is the operational supervision of the Group's interests throughout southern Africa. It provides administrative, technical and other services to twenty-four mining companies producing gold, uranium, diamonds, coal, tin and phosphates. In addition it administers seven mining finance companies and provides technical services to the South-West Africa Company.

The paragraphs that follow contain details of certain of the major interests of the Group in South Africa.

### **West Witwatersrand Areas Limited**

The Group's largest single direct interest in South Africa is in this important company, which has substantial investments in mines mainly on the West Wits line and also in the Orange Free State. At 30th June, 1964, the Stock Exchange value of the portfolio was £34 million and the consolidated profit before tax for the year was £1,996,000. In June, 1964, a new company, Kloof Gold Mining Company Limited, was formed by West Wits following upon an extensive drilling programme initiated five years ago on the Far West Rand. This sector of the Witwatersrand has now yielded eight major gold mines, of which five have been established by the Group.

The company is continuing its search for further gold-bearing ground in other areas on the Far West Rand capable of economic exploitation.

### **Gold and Uranium**

The following table shows the combined operating results of the gold and gold/uranium companies administered by Gold Fields of South Africa and operating within the Republic of South Africa as at 30th June, for the years 1962 to 1964:



*A view of the new reduction plant at West Driefontein as seen from the headgear of No. 5 shaft*

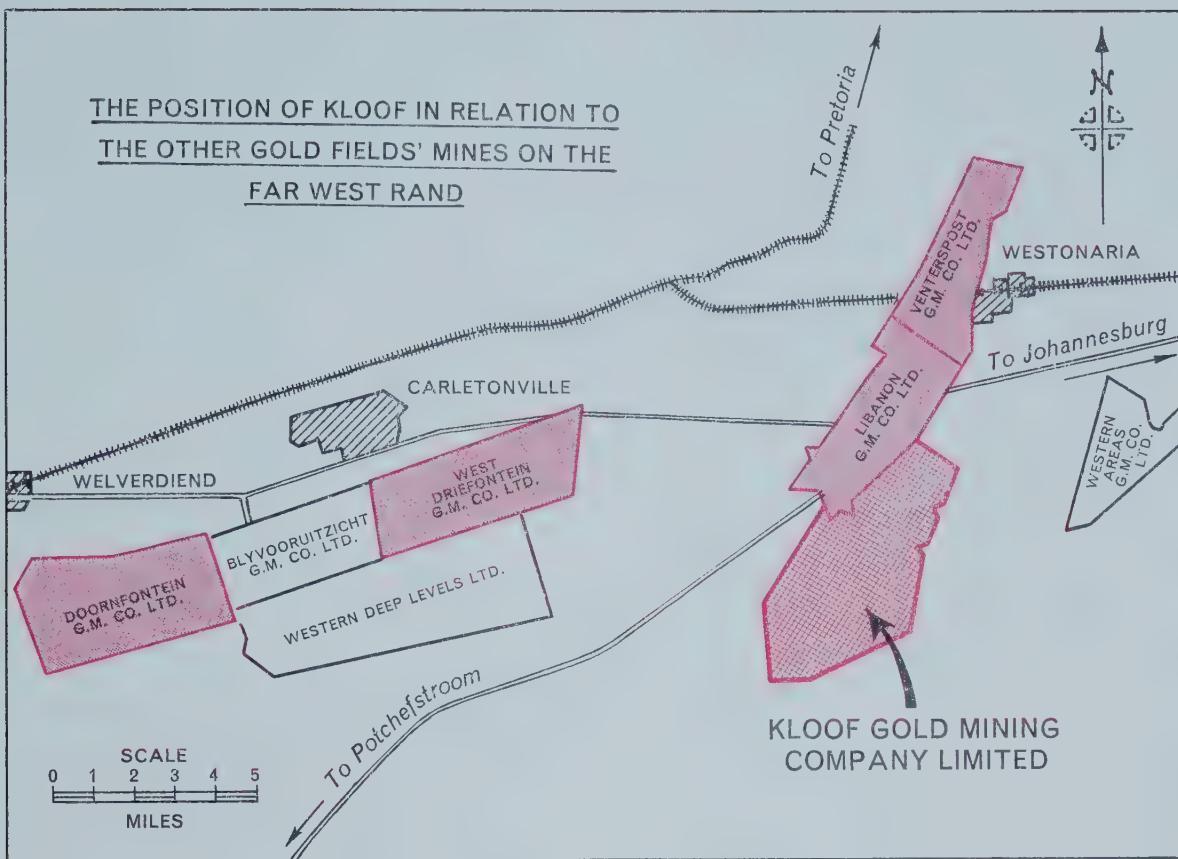
	1962	1963	1964
<i>(All figures in millions except where otherwise stated)</i>			
Tons milled and/or treated . . . . .	13.3	12.9	13.0
<b>Gold Mining operations:</b>			
Yield, dwt. per ton . . . . .	6.9	7.2	7.6
Working Revenue . . . . .	£57.6	£58.4	£61.5
Working Costs . . . . .	£35.1	£36.8	£38.0
Working Costs, per ounce . . . . .	152s.8d.	158s.3d.	154s.5d.
Working Profit . . . . .	£22.5	£21.6	£23.5
Uranium—Working Profit . . . . .	£4.5	£4.8	£5.1
Total Working Profit . . . . .	£27.0	£26.4	£28.6
Mining tax and State's share of profits . . . . .	£11.3	£11.2	£11.8
Dividends declared (including returns of capital) . . .	£8.8	£9.6	£10.2

### **West Driefontein Gold Mining Company Limited**

Both directly and also indirectly through West Witwatersrand Areas Limited, the Group has a substantial interest in this outstanding mine. The accident that occurred in December, 1962, which resulted in the mine losing half its milling capacity and the bulk of its sorting capacity could have resulted in a considerable loss of income to the Group. Consequently, the temporary arrangements made for milling the mine's ore by associated companies, the achievement of completing the reconstruction of the new reduction plant within a period of twelve months and the raising of the milling rate to a figure greater than the pre-accident level were of considerable significance and importance to the Group. The successful implementation of the reconstruction programme has enabled the company to meet the heavy additional expenditure involved whilst at the same time maintaining its annual dividend rate throughout the period. As a result of an increase in the tonnage milled and a steady improvement in recovery grade as sorting capacity was restored, West Driefontein achieved a record profit, before tax, of £15,465,760 for the year 1963/64.

### **Kloof Gold Mining Company Limited**

This new mining company was formed to take cession from West Witwatersrand Areas Limited of a mining lease on the Far West Rand. The cost of bringing the mine to production at an initial milling rate of 100,000 tons a month is presently estimated at £21.5 million. In August, 1964, £7.5 million was raised to meet expenditure for the first eighteen months to two years during which underground development work will be carried out from the adjoining Libanon mine. It is expected that the new mine will reach production within four years. A plan showing the Kloof mining area in relation to the other Group mines on the Far West Rand is given on the next page.



### **Free State Saaiplaas Gold Mining Company Limited**

This mine in the Orange Free State has been a major disappointment for the Group. The ore has proved to be consistently poorer than the original drilling from surface gave reason to expect. Moreover, throughout the past year, mining operations were seriously affected by adverse physical conditions in the mine, including the intersection of water-bearing fissures and an underground fire. As a result of these adverse conditions the working profit was insufficient to cover capital expenditure and interest on loans. In view of the serious deterioration in the cash position, the company arranged that the repayment date of its principal loans should be deferred until 30th June, 1965. The loan holders agreed to the arrangement to enable the company during this period to explore more fully the south western sector of the mine where the prospects for the discovery of payable ore are considered to be better than in the area already developed. In addition the company has been granted financial assistance by the South African Government under a State scheme designed to prolong the lives of marginal mines. Interest on the company's unsecured convertible notes for the year to 30th June, 1965, amounting to £50,000, will be met by Consolidated Gold Fields.

### **Platinum**

The Group's interest in platinum is substantial and is held through the Waterval (Rustenburg) Platinum Mining Company, Limited and Union Platinum Mining Company Limited, which together directly and indirectly hold a 59 per cent. interest in Rustenburg Platinum Mines Limited, the operating company.

As a result of Russian withdrawal from the world market, sales of platinum by Rustenburg substantially increased and the company achieved a record profit, before tax, of £9,938,000 for the year ended 31st August, 1964. This compared with £3,997,000 for the previous year.

In order to meet the heavy demand for its platinum the Rustenburg Company has taken steps to increase the productive capacity of its mines by 25 per cent.

Dividends from the platinum companies brought into the Group accounts for the year to 30th June, 1964, showed a material increase compared with the previous year.

### **The South-West Africa Company, Limited**

This company, in which the Group has a large interest, operates mines in South West Africa producing vanadium, zinc, lead, tin and tungsten. Largely as a result of higher metal prices, the company's profits increased substantially which has enabled it to complete the repayment of its outstanding loans. The net profit for the year is expected to be not less than £390,000 compared with £10,900 for the previous year.

### **Tin**

The tin mines under the administrative control of the Group achieved increased profits during the year. The combined output of the two principal mines, Rooiberg and Union Tin, increased by 16 per cent. and their working profits rose by £275,000 to £481,000. At Rooiberg, exploratory development and drilling indicated a considerable extension to the known mineralised areas, whilst, to enable output at Union Tin to be further increased, a heavy media separation plant was brought into operation towards the end of the year.

### **Industrial Interests**

The Hunslet Taylor Company, in which the Group now has a 50 per cent. interest, had another satisfactory year. Although the company experienced a shortage of skilled labour, its profit before tax increased to £224,000. The major portion of the company's products are sold to the mining industry but some of the locomotives it manufactures are for general industrial uses. In January, 1964, it completed the one thousandth locomotive made in the period of the past ten years.

During the year, the Hunslet Taylor Company acquired a 50 per cent. interest in A. Chalmers and Company (Proprietary) Limited, a general engineering concern in Durban specialising in the manufacture of machinery and equipment for the sugar industry.

In May, 1964, Gold Fields of South Africa acquired a 55 per cent. interest in Eimco (South Africa) (Proprietary) Limited. This company, hitherto a wholly-owned subsidiary of The Eimco Corporation of Salt Lake City, Utah, U.S.A., acts as agents in South Africa for the Eimco range of mining and earth-moving equipment and of metallurgical and chemical filters.

## UNITED STATES OF AMERICA

### **Gold Fields American Corporation**

This company has responsibility for the management of the Group's interests in the United States and provides administrative services to two wholly-owned subsidiaries, Tri-State Zinc and Buell Engineering Company.

### **American Zinc, Lead and Smelting Company**

The American Zinc Company, which is the largest of the Group's investments in North America, comprises a closely integrated group of companies engaged primarily in the mining, extraction and marketing of zinc. Its business includes the production and sale of slab zinc, zinc oxide, lead concentrates, sulphuric acid, cadmium, zinc carbonate, germanium, crushed stone, and river sands and gravels.

Zinc concentrates produced from the company's own mines increased by 7 per cent. Production of slab zinc was 134,000 tons, representing 13 per cent. of the total production of the United States.

Shipments of crushed stone, agricultural limestone, sand and gravel rose by 22 per cent. to a record figure of four million tons.

The total value of all sales for the year to 30th June, 1964, increased by 8 per cent. to £21 million.

The profits before tax of the American Zinc group for 1963/64 were £1,175,000, compared with the figure for the previous year, excluding certain non-recurring items, of £672,000.

At the Monsanto electrolytic zinc refinery in East St. Louis, the capacity is being raised from 65,000 to 74,000 tons of zinc metal per year. In Tennessee, a new zinc mine, the Immel, is being developed at a cost of £1.4 million. Shaft sinking is in progress and production is expected to start in 1966.

Exploration continued throughout the year. In Washington State, an option was exercised over a property where diamond drilling has indicated the possible existence of an economic zinc-lead orebody.

The demand for zinc, both in the United States and in the rest of the Free World, continues at a high level and the market for all other products of the company is satisfactory.

### **Buell Engineering Company, Inc.**

During the year, Buell completed the move of its Head Office and key engineering staff from New York to Lebanon, Pennsylvania, where the company now has the advantage of having its own fabricating shops. After incurring losses in the last three years the company earned a small profit despite having to meet the exceptional costs of the move to Lebanon.

Although competition in Buell's special field—the recovery and classification of industrial dusts—was severe, the gross value of sales for the year to 30th June, 1964, showed an increase of 12 per cent.

At the end of the year, Buell acquired the Fluid Transport Division of ASH Industries. This purchase has extended the range of Buell's activities to include the pneumatic conveyance in bulk of industrial dusts and powders.

### **Tri-State Zinc, Inc.**

Development continued at the New Market zinc mine in Tennessee, which Tri-State is operating in a joint venture with the American Zinc, Lead and Smelting Company. By June, 1964, production from the mine had reached a rate of 33,000 tons of ore per month. The capacity of the mill is 90,000 tons per month and the excess capacity is being utilised in milling ore on a toll basis from American Zinc's neighbouring Young Mine. As production from the New Market mine rises, the amount of American Zinc ore treated in the mill will diminish. For the year to 30th June, 1964, the profit before tax was £62,000.



*A model TL-55 Transloader at work in a stope in American Zinc's Young Mine, Tennessee*

## A U S T R A L A S I A

### **Consolidated Gold Fields (Australia) Pty. Limited**

Total assets of Consolidated Gold Fields (Australia) Pty. Limited and its subsidiary companies at 30th June, 1964, taking Stock Exchange values for quoted investments, amounted to £10,164,000 compared with £6,779,000 in 1963. Including pre-acquisition profits of £203,000, the aggregate pre-tax profits of these companies for the year to 30th June, 1964, amounted to £1,300,000 compared with £659,000 for the previous year.

### **Commonwealth Mining Investments (Australia) Limited**

This mining finance company made further progress during the year. Profits before tax at £251,000 showed a substantial increase by comparison with the figure of £150,000 for the previous year. In addition, there were capital profits on the realisation of certain investments amounting to £118,000. The market value of the company's quoted investments at 30th June, 1964, was more than £4.6 million representing an appreciation of 56 per cent. over the book value of £3 million. The net tangible asset value per share was 14s. 3d. compared with 11s. 0d. per share in 1963 and 8s. 7d. per share in 1962.

### **Associated Minerals Consolidated Limited**

#### **Wyong Minerals Limited**

These companies and their subsidiaries produce rutile and zircon from beach sands on the east coast of Australia. Combined production for the year 1963/64 was 59,800 tons rutile and 64,600 tons zircon, compared with 52,900 tons and 60,500 tons respectively for the previous year. Total sales increased by £269,000 to £2.28 million and, after making provision for amortisation, the combined profits before tax rose from £416,000 to £600,000.

As a result of further drilling during the year, proved and potential ore reserves materially increased and in total are estimated under present economic conditions to exceed 1½ million tons of rutile and a similar quantity of zircon.

During the year, Associated Minerals commenced its long-term expansion programme. The first stage consists of the building of a new treatment plant to provide additional capacity of 27,000 tons each of rutile and zircon. The new plant, which is scheduled to start production in the second half of 1965, will, together with its allied primary plant, cost £600,000, which the company expects to finance from its own resources.

### **The Bellambi Coal Company Limited**

The Bellambi Company, which recently became a Group subsidiary, produces a high quality hard coking coal. Its South Bulli colliery, where production has steadily been increasing, is situated eight miles north of the port of Port Kembla in New South Wales, where modern coal-handling installations have recently been constructed. Through subsidiary companies Bellambi operates plants for the production of coke for use in foundries and smelting works. During 1963/64 the company concluded two important new contracts, one for the supply of  $1\frac{1}{4}$  million tons of coal to Japan over the next three years and the other for the delivery over the same period of a substantial quantity of coke to the domestic market. For the year ended 30th June, 1964, the profit before tax was £107,000 but no part of this profit is included in the Group's accounts as the company did not become a subsidiary until after the end of the financial year.

### **Mount Goldsworthy Mining Associates**

The joint venture with two American companies, Cyprus Mines Corporation of Los Angeles and Utah Construction & Mining Co. of San Francisco, to develop the high grade iron ore deposits at Mount Goldsworthy in Western Australia made good progress during the year. The preliminary investigations and engineering studies to assess the feasibility of the project were completed and, in December, 1963, the Partners announced that they had decided to bring the project to production subject to the successful conclusion of a suitable sales contract. During June, 1964, a Japanese steel industry mission visited Mount Goldsworthy and negotiations for a sales contract are in progress. If the project proceeds, the capital expenditure required will be substantial.

### **New Consolidated Gold Fields (Australasia) Pty. Limited**

The exploration programme continued during the year but no prospect of economic importance was discovered. At the end of 1963, Cyprus Mines Corporation withdrew from the joint venture exploration programme except for two projects on which work continued into 1964.

### **Lawrenson Alumasc Holdings Limited**

This company specialises in high-pressure castings in aluminium, brass and zinc. It has also now introduced the Alumasc low-pressure die casting process in aluminium. The year was mainly a period of consolidation and management reorganisation following the substantial capital expenditure that took place in 1962/63. Turnover increased by £100,000 to £571,000 and a small profit of £5,700 was earned as against the previous year's loss of £39,000.

### **Zip Holdings Limited**

The Zip group of companies has four manufacturing subsidiary companies which produce a wide range of domestic electrical appliances and components. Their products are sold primarily through eight subsidiary wholesale companies situated in the main consuming areas in the North and South Islands of New Zealand. The trade name "ZIP" is a household word throughout the country.

For the year to 31st March, 1964, total sales exceeded £3 million and the profit before tax was £308,000.

In order to provide adequate resources to finance further expansion, including the building of a new factory outside Wellington, the company raised a further £250,000 from its shareholders by means of an issue of ordinary shares at par.

### **Gold Fields House**

During the year arrangements were completed for the construction of a twenty-seven storey office building at Circular Quay, overlooking Sydney Harbour. The building will be called Gold Fields House and will be financed by an Australian insurance company which will grant Consolidated Gold Fields (Australia) Pty. Limited a head lease of the building for fifty years. It is scheduled for completion in April, 1967.

## **CANADA**

### **Newconex Holdings Limited**

This company, in which the Canadian public has an interest, is the main vehicle for the activities of the Gold Fields Group in Canada. Its policy is to invest in operating or developing companies. Until such suitable opportunities occur the major part of its funds is invested in mining and industrial securities.

At 30th June, 1964, the underlying Stock Exchange value of the company's investment portfolio was £1,611,000, a surplus of £490,000 over cost. The profit for the year before tax amounted to £60,000.

### **Newconex Canadian Exploration Limited**

An active programme of mineral exploration in Canada was carried out by this company during the year. Some 100 properties were submitted to the company, of which 40 were examined in the field. In addition, a number of claims were staked by the company's exploration teams operating both on the company's own account and in conjunction with partners. No prospect of economic importance was discovered.



*Exploration is a vital part of the Group's activities throughout the world. This party from Newconex Canadian Exploration Ltd. is searching for lead, silver and zinc in British Columbia*

## UNITED KINGDOM

### **Alumasc Limited**

Production by Alumasc and its two wholly-owned subsidiary companies, The Non-Ferrous Die Casting Company Limited and Brass Pressings (London) Limited, was maintained at a high level. All three companies achieved a satisfactory increase in turnover and combined profits before tax improved from £343,000 in 1962/63 to £505,000 in 1963/64. The largest proportion of Alumasc's own production continued to be the manufacture of aluminium barrels and ancillary equipment for the brewery industry. Sales of rainwater goods, industrial castings and aluminium cylinder blocks for the motor car industry also contributed substantially to total turnover.

In order to maintain its competitive position and to enable it to meet future changes in the pattern of its markets, Alumasc has substantially expanded its research and development department. In addition, an extensive re-organisation of plant and production methods has been undertaken for the purpose of further improving manufacturing efficiency.

### **Ambuco Limited**

This company, which was formed in 1959 to collaborate with Buell Engineering in the sterling area, designs and installs equipment for the collection and recovery of industrial dusts and fumes. The company has had to meet severe competition and has taken a long time to establish itself. For the year ended 30th June, 1964, the company incurred a loss but towards the end of the year substantial orders spread over a wide range of industry were received.

### **Metalion Limited**

This company is engaged in electro-plating and other forms of metal finishing. Turnover was maintained at £260,000 for the year and profits were satisfactory having regard to the level of competition in the metal finishing industry. During the latter part of the year Johnsteads Limited, a light engineering and chemical product manufacturing company situated near the Metalion Company's premises, was acquired for a cash consideration of £52,000 and its operations are in course of reorganisation.

### **Mining and Metallurgical Agency Limited**

A substantial part of the revenue of this company is derived from shipments of concentrates from mines in Cyprus but notwithstanding the political disturbances in that island, profits were only slightly lower than in the previous year.

A satisfactory beginning was made by its subsidiary, M.A.M.A. Eastern Limited, formed in June, 1963, with offices in London and Tokyo to provide agency services and market research.

### **C. Tennant, Sons and Company, Limited**

The financial results of this company and its subsidiaries for the year ended 30th June, 1964, were particularly satisfactory. The profit before tax amounted to £326,000 compared with the estimate of £250,000 made in August, 1963, when 90 per cent. of the Ordinary and the whole of the Preference capital of the company was acquired by the Group.

The company operates mainly through the medium of three wholly-owned subsidiaries, Tennant Trading Limited, Tennant Guaranty Limited and Tennant Securities Limited.

Income earned by Tennant Trading from sales of ferro-alloys, metals, beach sand minerals and industrial chemicals was higher than for the previous year. Despite the increasing competition that is developing in a number of sectors of the company's merchanting business, sales rose by over £3 million to a total of £10.5 million. During the year, the company was appointed selling agents in the United Kingdom and Europe for the major rutile and zircon producing interests of the Group in Australia.

Tennant Guaranty Limited provides a complete and highly specialised export financing service for a number of major British manufacturers. The business transacted during the year materially increased and this company's earnings made an important contribution to the profits of the parent company.

Tennant Securities holds important interests in a number of mining, mineral processing and industrial companies.

# Principal Subsidiary Companies of the Group

## *United Kingdom*

	Group interest %		Group interest %
<b><i>Finance/Management</i></b>			
Gold Fields Mining & Industrial Ltd.	100	Mining & Metallurgical Agency Ltd.	50
Gold Fields Industrial Holdings Ltd.	100	M.A.M.A. Eastern Ltd.	50
Mining & Industrial Holdings Ltd.	90		
The Anglo-French Exploration Co., Ltd.	100		
<b><i>Export Finance/Trading/General Agency</i></b>			
C. Tennant, Sons & Co., Ltd.	90	Alumasc Ltd.	89
Tennant Guaranty Ltd.	90	Ambuco Ltd.	100
Tennant Securities Ltd.	90	Brass Pressings (London) Ltd.	89
Tennant Trading Ltd.	90	Johnsteads Ltd.	100
		Metalion Ltd.	100
		The Non-Ferrous Die Casting Co. Ltd.	89

## *South Africa*

	Group interest %		
<b><i>Finance/Management</i></b>			
Gold Fields of South Africa Ltd.	100	Glenover Phosphate Ltd.	100
<b><i>Property</i></b>			
Elandsfontein Estate Co. Ltd.	60	Dawn Gold Mining Co. Ltd. (Incorporated in S. Rhodesia)	100
<b><i>Exploration</i></b>			
Losberg Area (Pty.) Ltd.	100	Eimco (South Africa) (Pty.) Ltd. C. C. Taylor & Co. (Pty.) Ltd.	55 100

## *United States of America*

	Group interest %		
<b><i>Management</i></b>			
Gold Fields American Corporation	100	American Zinc, Lead and Smelting Co.	61
<b><i>Industrial</i></b>			
Bueil Engineering Co., Inc.	100	Tri-State Zinc, Inc.	100

## *Canada*

	Group interest %		
<b><i>Finance</i></b>			
Newconex Holdings Ltd.	72	Newconex Canadian Exploration Ltd.	100
<b><i>Marketing/General Agency</i></b>			
Charles Albert Smith Ltd.	61		

## *Australia*

	Group interest %		
<b><i>Management</i></b>			
Consolidated Gold Fields (Australia) Pty. Ltd.	100	The Bellambi Coal Co. Ltd	65
<b><i>Mining Finance</i></b>			
Commonwealth Mining Investments (Australia) Ltd.	60	Gold Fields Australian Development Co. Ltd. (Incorporated in England)	65
<b><i>Rutile/Zircon</i></b>			
Associated Minerals Consolidated Ltd.	61	Lawrenson Alumasc Holdings Ltd.	53
Wyong Minerals Ltd.	67		
<b><i>Coal</i></b>			
		New Consolidated Gold Fields (Australasia) Pty. Ltd.	100
<b><i>Gold</i></b>			
<b><i>Industrial</i></b>			
<b><i>Exploration</i></b>			

## *New Zealand*

	Group interest %
Zip Holdings Ltd.	51

*All companies are incorporated in the countries under which they appear except where otherwise stated.*

# Principal Interests other than Subsidiary Companies

## Southern Africa

### Mining Finance

- \*Anglo-Rand Mining & Finance Corporation, Ltd.
- \*The Beatrice Gold Mining Co., Ltd.
- \*Lydenburg Gold Farms Co. Ltd.
- \*New Witwatersrand Gold Exploration Co., Ltd.
- \*Selected Mining Holdings Ltd.
- \*West Witwatersrand Areas Limited.
- \*Witwatersrand Deep, Ltd.

### Gold & Uranium

- Blyvooruitzicht Gold Mining Co. Ltd.
- Buffelsfontein Gold Mining Co. Ltd.
- \*Dominion Reefs (Klerksdorp) Ltd.
- \*Doornfontein Gold Mining Co. Ltd.
- \*Free State Saaiplaas Gold Mining Co. Ltd.
- Harmony Gold Mining Co. Ltd.
- \*Kloof Gold Mining Co. Ltd.
- \*Libanon Gold Mining Co. Ltd.
- \*The Luipaards Vlei Estate and Gold Mining Co. Ltd.
- President Brand Gold Mining Co. Ltd.
- \*Rietfontein Consolidated Mines Ltd.
- \*Robinson Deep Ltd.
- St. Helena Gold Mines, Ltd.
- \*Simmer and Jack Mines Ltd.
- \*Spaarwater Gold Mining Co. Ltd.
- \*The Sub Nigel Ltd.
- \*Venterspost Gold Mining Co. Ltd.
- \*Vlakfontein Gold Mining Co. Ltd.
- \*Vogelstruisbuilt Gold Mining Areas Ltd.
- \*West Driefontein Gold Mining Co. Ltd.
- Western Areas Gold Mining Co. Ltd.
- Western Deep Levels Ltd.
- Western Holdings Ltd.

### Platinum

- \*Union Platinum Mining Co. Ltd.
- \*Waterval (Rustenburg) Platinum Mining Co., Ltd.

### Tin

- \*The Rooiberg Minerals Development Co., Ltd.
- \*Union Tin Mines Ltd.

### Coal

- \*Apex Mines Ltd.
- Vierfontein Colliery Ltd.

### Zinc/Vanadium

- \*The South-West Africa Co., Ltd.

### Diamonds

- De Beers Consolidated Mines, Ltd.
- \*Star Diamonds (Pty.) Ltd.

### Property

- \*Carletonville Estates Ltd.
- \*New Durban Gold and Industrials Ltd.

### Industrial

- \*Hunslet Taylor Consolidated (Pty.) Ltd.
- A. Chalmers & Co. (Pty.) Ltd.

## North America

### Mining Finance

- McIntyre Porcupine Mines Ltd.
- Placer Development, Ltd.

### Copper

- American Smelting and Refining Co.
- Cerro Corporation
- Cyprus Mines Corporation
- Inspiration Consolidated Copper Co.
- Kennecott Copper Corporation

### Lead/Zinc/Silver

- Hecla Mining Co.

### Other Mining

- Aluminium Ltd.
- American Metal Climax, Inc.
- The Cleveland-Cliffs Iron Co.
- Falconbridge Nickel Mines Ltd.
- Labrador Mining and Exploration Co. Ltd.

## Australasia

### Gold

- \*Lake View and Star, Ltd.
- Mount Morgan Ltd.

### Copper

- The Mount Lyell Mining & Railway Co. Ltd.

### Iron

- Mount Goldsworthy Mining Associates

### Lead/Zinc/Silver

- Broken Hill South Ltd.
- Mount Isa Mines Ltd.
- New Broken Hill Consolidated Ltd.
- North Broken Hill Ltd.

### Other Mining

- Western Titanium N.L.

## United Kingdom

### & elsewhere

### Tin

- Gopeng Consolidated, Ltd.
- Malayan Tin Dredging Ltd.
- Tongkah Harbour Tin Dredging Ltd.

### Mining Finance

- The Rio Tinto-Zinc Corporation Ltd.

### Lead/Zinc

- Silvermines Lead and Zinc Co. Ltd.

\*Administered by the Group.

# CONSOLIDATED GOLD FIELDS LIMITED AND SUBSIDIARY COMPANIES

	1955	1956	1957
<b>EARNINGS</b>			
Investment Income . . . . .	1,490	1,902	2,202
Profit on realisation of Investments . . . . .	429	181	740
Net Revenue—			
Industrial and Commercial Companies . . . . .	210	384	472
Mining Companies . . . . .	175	253	262
Fees, Commission and Sundry Revenue . . . . .	1,118	1,281	1,333
	<u>3,422</u>	<u>4,001</u>	<u>5,009</u>
<i>Less:</i> Administration expenses . . . . .	1,069	1,250	1,382
Interest on borrowed money . . . . .	—	—	—
<b>Profit before taxation</b> . . . . .	<b>2,353</b>	<b>2,751</b>	<b>3,627</b>
Taxation . . . . .	1,052	1,155	1,354
	<u>1,301</u>	<u>1,596</u>	<u>2,273</u>
Amount attributable to outside shareholders . . . . .	23	27	26
<b>Group Net Profit</b> . . . . .	<b>£1,278</b>	<b>£1,569</b>	<b>£2,247</b>
Dividends Paid . . . . .	554	666	751
Transferred to Reserves or Surplus . . . . .	724	903	1,496
	<u>£1,278</u>	<u>£1,569</u>	<u>£2,247</u>
<b>Charged against Reserves</b> —			
Investment and Exploration . . . . .	340	477	834
<b>NET ASSETS</b>			
Investments at book value* . . . . .	10,806	13,133	14,603
Fixed Assets . . . . .	863	1,089	1,192
Current Assets . . . . .	11,324	15,199	12,872
	<u>22,993</u>	<u>29,421</u>	<u>28,667</u>
<i>Less:</i> Current liabilities and provisions . . . . .	7,514	12,369	11,025
Loan Capital . . . . .	—	—	—
Outside shareholders' interest . . . . .	144	152	160
<b>Group Capital and Reserves</b> . . . . .	<b>£15,335</b>	<b>£16,900</b>	<b>£17,482</b>

\* The Stock Exchange values of quoted investments exceeded the book values included above by . . . . .

13,645      13,172      12,009

# TEN YEAR FINANCIAL SUMMARY

Figures in £'000's

1958	1959	1960	1961	1962	1963	1964
2,376	2,285	3,727	4,661	5,085	5,496	5,920
137	902	1,146	1,176	1,668	1,480	1,779
441	207	526	976	437	403	1,114
66	120	390	381	366	752	1,951
1,436	1,538	1,650	2,026	2,192	2,088	2,223
—	—	—	—	—	—	—
4,456	5,052	7,439	9,220	9,748	10,219	12,987
1,485	1,559	2,051	2,165	2,339	2,503	2,654
100	54	24	229	379	417	744
—	—	—	—	—	—	—
2,871	3,439	5,364	6,826	7,030	7,299	9,589
1,158	1,075	2,124	2,646	2,949	2,619	3,667
—	—	—	—	—	—	—
1,713	2,364	3,240	4,180	4,081	4,680	5,922
14	51	52	149	248	459	817
—	—	—	—	—	—	—
£1,699	£2,313	£3,188	£4,031	£3,833	£4,221	£5,105
—	—	—	—	—	—	—
893	1,110	1,579	1,729	1,894	2,121	2,334
806	1,203	1,609	2,302	1,939	2,100	2,771
—	—	—	—	—	—	—
£1,699	£2,313	£3,188	£4,031	£3,833	£4,221	£5,105
—	—	—	—	—	—	—
1,279	461	1,157	2,329	2,145	716	999
15,167	16,531	23,542	25,974	25,113	26,435	29,291
1,442	1,068	2,422	2,367	5,007	12,135	14,043
18,968	17,065	9,757	13,164	13,814	19,645	31,995
—	—	—	—	—	—	—
35,577	34,664	35,721	41,505	43,934	58,215	75,329
14,618	12,781	6,671	6,655	6,561	9,342	23,650
1,890	586	372	5,312	5,525	11,944	12,219
161	184	302	1,563	2,694	7,008	7,555
—	—	—	—	—	—	—
£18,908	£21,113	£28,376	£27,975	£29,154	£29,921	£31,905
—	—	—	—	—	—	—
10,830	21,462	18,153	16,085	21,926	22,693	34,057

**TO SHAREHOLDERS**

Please advise the Chief Registrar, 49  
Moorgate, London, E.C.2, or the  
Johannesburg Registrar, 75 Fox Street,  
Johannesburg, of any change in your  
address.



